

Contact Information

USDA Rural Development State Office in Kansas

1303 SW First American Place
Suite 100
Topeka, KS 66604
785.271.2720

Hays Area Office

2715 Canterbury Drive
Hays, KS 67601
785.628.3081

Manhattan Area Office

3705 Miller Parkway, Suite A
Manhattan, KS 66503
785.776.7582

Iola Area Office

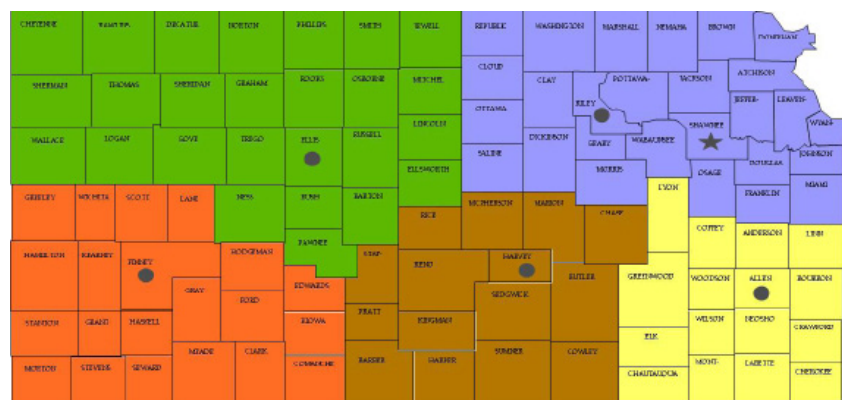
202 West Miller Road
Iola, KS 66749
620.365.2901

Newton Area Office

1405 South Spencer Rd
Newton, KS 67114
316.283.0370

Garden City Area Office

2106 East Spruce
Garden City, KS 67846
620.275.0211



Direct Home Loans



United States Department of Agriculture
Rural Development



Equal Housing Opportunity

USDA Rural Development Direct Home Loan Program

USDA Rural Development offers direct home loans that are funded by the U.S. Government. The loans are available for low-income households to purchase or repair a home.

Qualifications

1. Adjusted gross income must be below 80 percent of the County Median Income
2. Acceptable credit history
3. Stable and reliable income
4. U.S. Citizen or a Legal Resident Alien

Projects Highlights

- • As low as one percent interest rate for qualified borrowers
- 100 percent financing
- No down payment
- 33-year mortgage
- No mortgage insurance
- No origination or guarantee fees
- Flexible qualifying standards
- Not restricted to first time homebuyers
- Build new or purchase existing home
- No limit on amount of contribution to closing costs
- USDA Rural Development financing can be used in combination with other financing products



Direct Home Loan Payment Example

Home Purchase Price: \$75,000

Interest: 1%

Estimated Taxes/Insurance: \$140/month*

Family of four with annual income of \$18,300

• USDA RD Loan (Principal + Interest - Subsidy**)	\$223
• Escrow taxes and insurance	<u>\$140</u>
• Monthly payment	\$363

*Taxes and insurance will vary for each property.

**Subsidy is based on a formula tied to income, and declines as income levels increase. Subsidy does not go below a 1 percent effective interest rate. Any subsidy received is subject to recapture when the home is sold or loan is paid in full. Recapture formula includes for up to 50 percent of the profit from appreciation in value of the home to go towards repayment of subsidy.